C/ attached

BOB F. ANDERSON, PE, INC.

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May 17, 2004

Honorable James H. Welsh, Commissioner of Conservation Office of Conservation P. O. Box 94275 Baton Rouge, LA 70804-4275

Re: APPLICATION FOR PUBLIC HEARING

Proposed Reservoir Wide Unit Fuller Sand Lisbon (Formerly Northeast Lisbon) Field Claiborne Parish, Louisiana

Dear Sir:

Application is hereby made on behalf of WSF, INC., (Applicant), to the Commissioner of Conservation for a public hearing to consider evidence relative to the issuance of an Order pertaining to the following matters relating to the Fuller Sand, Lisbon (formerly Northeast Lisbon) Field, Claiborne Parish, Louisiana.

- 1. To dissolve the ten (10) 60 acre units (no unit nomenclature assigned) established for the production of oil and gas and one (1) 300 +/- acre unit (no unit nomenclature assigned) established for the production of gas and condensate from the Fuller Sand created by Office of Conservation Order No. 9-E, effective February 1, 1949, in the Lisbon (Formerly Northeast Lisbon) Field, Claiborne Parish, such units shown on the plat attached plat and made a part hereof.
- 2. To simultaneously to determine that the operation of the Lisbon Fuller Sand Unit in the Lisbon (formerly Northeast Lisbon) Field, Claiborne Parish, Louisiana, for the production of oil and gas on the bases of a poolwide unit is economical feasible, in the interest of conservation, that such poolwide unit will prevent waste and the drilling of unnecessary wells and will increase the ultimate recovery of hydrocarbons from the reservoir.
- 3. To approve and adopt that certain agreement styled UNIT AGREEMENT LISBON FULLER SAND, LISBON (FORMERLY NORTHEAST LISBON) FIELD, CLAIBORNE PARISH, LOUISIANA (hereinafter referred to as the "Unit Agreement") which sets forth the terms of unit operations for the Fuller Sand, a copy of which is attached to this application.

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- 4. To cerate a single poolwide unit in accordance with the provisions of Act No. 441 (R.S. 30.5C) comprised of the Fuller Sand, productive of oil and gas, in the proposed unit to be designated LISBON FULLER SAND, more particularly shown on the plat designated "Exhibit No. B", attached to the Unit Agreement.
- 5. To force pool and unitize all separately owned tracts, mineral leases and other property interests within the poolwide unit and provide for the allocation of production in accordance with the provisions in accordance with the terms and provisions of the Unit Agreement and to provide for the allocation to each separate tract within the unit its proportionate share of unit costs and expenses in the same proportion a such tract share in unit production.
- 6. To designate WSF, Inc., as the Unit Operator of the proposed fieldwide unit.
- 7. To exempt the poolwide unit from the provisions of Statewide Order No. 29-E.
- 8. To consider and cover such other matters as the Commissioner of Conservation may deem pertinent and appropriate.

The Fuller Sand in the Lisbon (Formerly Northeast Lisbon) Field, Claiborne Parish, Louisiana, was defined in Office of Conservation Order No. 9-E, effective February 1, 1949.

The pertinent data pertaining to this application is available for inspection at the Offices of Bob F. Anderson, PE, Inc., 400 Travis Street, Suite 209, Shreveport, Louisiana 71101. Any person wishing to inspect such data should call Bob Anderson 318/425-4230 during normal business hours in order to arrange a date and time for such inspection. A copy of any such pertinent data that is otherwise not available from the Office of Conservation can be obtained at the expense of the requesting party.

A Pressure Maintenance and Secondary Recovery Questionnaire is presently being prepared and will be presented at the hearing.

Pursuant to the revised Rules of Procedure, Applicant has made a reasonable effort to obtain the names and addresses of all Interested Owners, Interested Parties and Represented Parties to whom this notice of this application is being sent. A copy of this letter, Unit Agreement and List of Parties is being sent to the District Manager of the Shreveport District Office of Conservation. A copy of this letter and plat is being sent to the Interested Owners, Represented Parties and the Interested Parties.

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Attached hereto is our check, made payable to the Office of Conservation, to cover the applicable hearing fee.

Yours truly,

B. F. Anderson, PE for

WSF, INC.

cc: Mr. James Broussard, District Manager Shreveport District Office of Conservation (w/encl.) Interested Owners, Represented Parties and Interested Parties (w/plat only) WSF, Inc. (w/encl.)



